

Fiscal Note Request, HB 330, As Introduced

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(continued)

4. If credits claimed in the state were proportional to undergraduate enrollment, federal credits claimed by Montana taxpayers were \$11.141 million (0.33% of \$3.376 billion).
5. Credits claimed in fiscal 2002 will be for tax year 2001, and credits claimed in fiscal 2003 will be for tax year 2002.
6. The cost of education is forecast to increase 2.86% from 1998 to 2001 and 4.23% from 1998 to 2002.
7. Credits claimed against Montana income tax because of this bill would be \$1.146 million in fiscal 2002 (10% of \$11.141 million x 1.0286) and \$1.161 million in fiscal 2003 (10% of \$11.141 million x 1.0423).
8. This bill would require the department of revenue to add an additional line to the individual income tax form and to modify its computer systems to record the additional information. This would cost the department \$5,738 in fiscal 2002. Additional processing costs for the department would be \$125 per year.

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
<u>Expenditures:</u>		
Operating Expenses	\$5,604	\$125
Equipment	<u>\$259</u>	<u>\$0</u>
TOTAL	\$5,863	\$125
 <u>Revenues:</u>		
General Fund (01)	\$(1,146,000)	\$(1,161,000)
 <u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
General Fund (01)	\$(1,151,863)	\$(1,161,125)